#### CENTRAL INTELLIGENCE AGENCY

212-U

## INFORMATION REPORT

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COUNTRY	Hungary		REPORT		
SUBJECT	Precision Instrument Factory, Bu	dapest	DATE DISTR.	4 January	1955
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PLACE ACQUIRED			REFERENCES	•	
[	This is UNEVALUATED Information—				
	THE SOURCE EVALUATIONS IN THIS THE APPRAISAL OF CONTEI (FOR KEY SEE RE	NT IS TENTA			

1. The Precision Instrument Factory ( Precisios Keziszerszamgyar) the former Salgo Imre Machine and Machine Tool Factory, Inc., is a nationalized enterprise which manufactures precision instruments and tools. It is located at Kapolna utoa 27-29, Budapest X. The factory was damaged in 1944, was rebuilt after the war. The machinery is of Hungarian and German manufacture and is old. Two shearing machines and two lathes, all of Soviet manufacture are the only machine tools installed since the plant was rebuilt in 1952.

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 Plant covers an area of approximately 110 x 130 m. It has a railroad connection with the Budapest-Kobanya station.

#### 5. Personnel

There are 314 workers and white collar employees of whom 60% are women. Skilled workers and apprentices constitute one fifth each of the total labor force. Productivity is low on the average; only 100 workers reach their quota. An additional 100 only reach 85% of their norm, while the rest of the workers do not exceed 60%. The manager is Gyorgy Jonas. The assistant manager is Janos Gyarmati. The manager of the technical department is Engineer Jossef Garbai. The ohief of personnel is Mrs. Bardos (fnu) who is an officer of the State Security Authority (AVH).

### 4. Production

Hammers, axes and hatchets, coal-drilling machines, sheet-metal shears, drills in general, steering gears, various types of tongs, monkey wrenches, pliers, geometric measuring instruments, weaving cases (bossoli per tessitura), buckles and tension screws.

The production quotas are never reached and rejects amount to 20 to 25 percent. The latter are due to the poor quality of the raw material and the heavy quotas imposed on the workers.

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5. The finished products are supplied to the Hungarian Armed Forces, to the Vasert metal trading enterprise, and abroad ( North Korea, and China). More specifically, the coal drilling machines are used in the mines of Dorog, Tatabanya, and Szuhakalo. The weaving cases, the buckles, etc. are shipped to the textile plants of "Kistex" in Kispest, and to the cotton industry of Budapest.

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### 6. Security

There are no uniformed guards on duty. However, there are gate keepers on duty during the day, and at night special guards are patrolling the premises. The nearest police station is at Thasz utoa 23-25, Budapest X.

# Legend to the enclosed sketch of the Precision Instrument Factory, Budapest.

- Two-story building measuring 15 x 40 meters. In the basement are located the lockers. On the first and second floor are located the lathe and electric welding departments.
- 2. Two-story building, measuring 10 x 25 meters. Offices of the plant.
- Three-story building, measuring 12 x 50 meters. Tool-manufacturing department and forges 1 and 2.
- 4. Four-story building, measuring 15 x 70 meters. Forge for the construction of machines, forge no. 3 for the construction of tools, hardening section called "Ciprus", and drill department.
- 5. Building measuring 15 x 25 meters. Warehouse in 5/b. Testing department.
- 6. Two-story building measuring 15 x 40 meters. Shop and administrative offices.
- 7. Shipping and packing department.
- 8. Gate keeper's office.
- 9. New building, still incomplete.
- 10. Entrance to factory.
- 11. Police station.

Annex: Sketch of the Precision Instrument Factory, Budapest, (1 page).

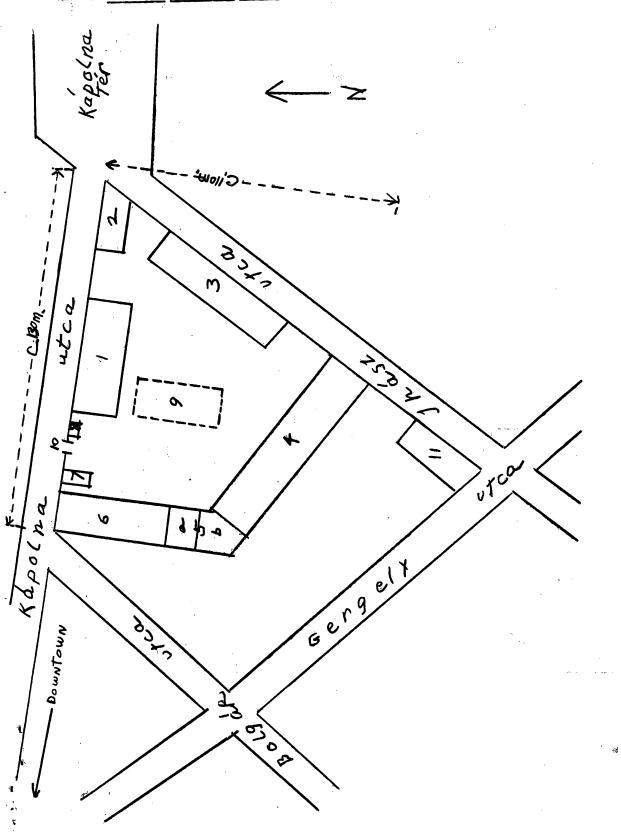
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Annex: Precision Instrument Factory, Budapest.



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